

WAM CAPITAL LIMITED

(ACN 086 587 395)



WAM CAPITAL APRIL 2005 INVESTMENT UPDATE & NTA

Since inception in August 1999 WAM Capital Ltd (WAM) has outperformed the overall sharemarket. WAM's portfolio (before all fees, costs, taxes and dividend) has increased by 254.2% compared to a 67.6% increase in the All Ordinaries Accumulation Index.

- In April WAM's portfolio (before all fees, costs and taxes) decreased by 4.2% while the Small Ordinaries Accumulation Index fell 6.0%, and the All Ordinaries Accumulation Index decreased by 3.8%.
- The NTA before tax was 149.19 cents a share*, as at 30 April 2005.
- The NTA after tax was 140.60 cents a share*, as at 30 April 2005.

* After the payment of a 6.0 cent fully franked interim dividend, the exercise of 3,942,794 options at \$1.55 (cum dividend) during April 2005 and the issue of 901,342 shares under the DRP.

WAM is an investment company whose mission is to provide superior returns to its investors over the medium to long term. WAM is managed by Wilson Asset Management (International) Pty Limited.

DIVIDENDS

An interim dividend of 6.0 cents per share fully franked was paid to shareholders on 29 April 2005. The shares were quoted ex dividend on 14 April 2005.

MARKET OUTLOOK

Investor sentiment has turned decidedly negative in recent months. This has been the direct result of a series of earnings downgrades, especially among smaller companies. Most of the downgrades have been triggered by slowing revenue growth and rising costs in the form of higher wages and raw materials.

Significantly, the pressure on earnings has seen the multiple that investors are willing to pay for companies contract. If this trend continues, more and more attractive investment opportunities will arise.

PORTFOLIO STRUCTURE & STRATEGY

As at 30 April 2005 equities made up approximately 59% of the portfolio, while fixed interest, and cash made up the remaining 41%. We continue to focus on companies with strong earnings per share growth, trading on attractive earnings multiples, that are well positioned in growth industries and have proven management. We continue to research heavily to find companies that meet this profile.

At 30 April 2005 the major securities held in the portfolio were:

COMPANY	MARKET VALUE \$
Alinta Gas Ltd (ALN)\	1,102,800
Bank of Queensland Reset Prefs (BOQPB)	2,020,000
Calliden Group Ltd (CIX)	774,000
Catalyst Recruitment Systems Ltd (CRU)	770,337
Consolidated Minerals Ltd (CSM)	799,104
Contango Microcap Ltd (CTN)	749,004
Credit Corp Group Ltd (CCP)	1,506,742
Gropep Ltd (GRO)	1,157,356
Healthscope Ltd (HSP)	1,569,435
Iinet Ltd (IIN)	836,160
Loftus Capital Partners Ltd	1,803,493
Mariner Financial Ltd (MFI)	722,400
McMillan Shakespeare Ltd (MMS)	724,620
Medical Developments International Ltd (MVP)	903,846
Melbourne IT Ltd (MLB)	935,864
Monadelphous Group Ltd (MND)	1,850,561
Oakton Ltd (OKN)	886,412
OAMPS Ltd (OMP)	1,820,936
OFM Investment Group Ltd (OFM)	1,635,645
Origin Energy Ltd (ORG)	967,380
Pacific Strategic Investments Ltd (PSI)	953,671
Photon Group Limited (PGA)	1,247,861
Rattoon Holdings (RTN)	963,900
Reckon Ltd (RKN)	2,362,993
Roberts Ltd (RBS)	2,319,252
Select Harvests Ltd (SHV)	2,800,161
Tassal Group Ltd (TGR)	1,494,986
Tower Ltd (TWR)	1,507,046

NTA before tax	149.19c*
NTA after tax and before tax on unrealised gains	146.00c*
NTA after tax	140.60c*

* After the payment of a 6.0 cent fully franked interim dividend, the exercise of 3,942,794 options at \$1.55 (cum dividend) during April 2005 and the issue of 901,342 shares under the DRP.

PERFORMANCE TABLE

	Aug 99	Sep 99	Oct 99	Nov 99	Dec 99	Jan 00
Gross Portfolio *	+1.4%	+5.1%	+4.1%	+11.0%	+4.9%	-2.0%
All Ordinaries Accum.	-1.9%	-1.7%	+0.5%	+5.9%	+3.7%	-1.8%
	Feb 00	Mar 00	Apr 00	May 00	Jun 00	Jul 00
Gross Portfolio *	+5.4%	+5.3%	-5.7%	-2.9%	+3.6%	+2.9%
All Ordinaries Accum.	+1.6%	+0.5%	-1.5%	-1.3%	+7.7%	-1.3%
	Aug 00	Sep 00	Oct 00	Nov 00	Dec 00	Jan 01
Gross Portfolio *	+5.2%	-0.7%	+2.5%	+1.9%	+0.1%	+1.7%
All Ordinaries Accum.	+1.7%	+0.2%	-1.1%	+1.1%	-2.0%	+4.4%
	Feb 01	Mar 01	Apr 01	May 01	Jun 01	July 01
Gross Portfolio *	-0.2%	-3.7%	+3.9%	+6.7%	+6.9%	-1.0%
All Ordinaries Accum.	-0.2%	-4.8%	+5.7%	+1.6%	+3.8%	-4.5%
	Aug 01	Sep 01	Oct 01	Nov 01	Dec 01	Jan 02
Gross Portfolio *	+4.6%	-2.9%	+8.6%	+3.8%	+3.3%	+7.0%
All Ordinaries Accum.	-1.3%	-6.7%	+6.8%	+3.4%	+2.7%	+1.3%
	Feb 02	Mar 02	Apr 02	May 02	Jun 02	Jul 02
Gross Portfolio *	+3.1%	+4.9%	-0.4%	+0.7%	-2.2%	-3.0%
All Ordinaries Accum.	-1.1%	+0.8%	-1.8%	+0.9%	-4.4%	-4.1%
	Aug 02	Sep 02	Oct 02	Nov 02	Dec 02	Jan 03
Gross Portfolio *	+3.9%	-1.1%	+1.1%	+1.6%	+1.5%	+1.3%
All Ordinaries Accum.	+1.8%	-4.1%	+2.6%	+1.5%	-1.5%	-1.3%
	Feb 03	Mar 03	Apr 03	May 03	Jun 03	Jul 03
Gross Portfolio *	-1.7%	-0.4%	+3.8%	+1.5%	+3.5%	+3.6%
All Ordinaries Accum.	-5.1%	+3.4%	+4.4%	+0.5%	+1.3%	+3.6%
	Aug 03	Sept 03	Oct 03	Nov 03	Dec 03	Jan 04
Gross Portfolio *	+5.2%	+3.7%	+5.4%	-0.7%	+3.6%	+2.5%
All Ordinaries Accum.	+3.5%	-0.1%	+3.5%	-2.1%	+3.7%	-0.7%
	Feb 04	Mar 04	Apr 04	May 04	Jun 04	Jul 04
Gross Portfolio *	+2.7%	+0.1%	-1.3%	-0.8%	+1.0%	+2.4%
All Ordinaries Accum.	+3.1%	+2.0%	-0.1%	+1.6%	+2.7%	+0.6%
	Aug 04	Sep 04	Oct 04	Nov 04	Dec 04	Jan 05
Gross Portfolio *	+1.2%	+2.5%	+2.9%	+3.3%	+0.7%	+2.7%
All Ordinaries Accum.	+1.1%	+3.8%	+3.1%	+4.6%	+3.0%	+1.3%
	Feb 05	Mar 05	Apr 05	Since Inception		
Gross Portfolio *	-0.2%	-0.8%	-4.2%	+254.2%		
All Ordinaries Accum.	1.8%	-0.7%	-3.8%	+67.6%		

*The change in the portfolio before all expenses, fees and taxes.

For further information please visit our website www.wamcapital.com.au or contact;
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